

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-03443A
Appaloosa Water Company
PO Box 3150
Chino Valley, AZ 86323

RECEIVED

APR 3 2010

AZ CORP COMM
Director Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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4-5-10

COMPANY INFORMATION

Company Name (Business Name) <u>APPALOOOSA WATER COMPANY</u>			
Mailing Address <u>PO Box 3150</u>			
<u>CHINO VALLEY</u> (City)	<u>ARIZONA</u> (State)	<u>86323</u> (Zip)	
<u>928-237-6128</u> Telephone No. (Include Area Code)	<u>928-636-6160</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address <u>JOE@JCRANCH AZ.COM</u>			
Local Office Mailing Address _____			
_____ (City)	<u>SAME AS ABOVE</u> (State)	 (Zip)	
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

<input checked="" type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact: <u>JOE CORDOVANA</u> <u>OWNER</u>			
<u>PO Box 3150</u> (Street)	<u>CHINO VALLEY</u> (City)	<u>AZ</u> (State)	<u>86323</u> (Zip)
<u>928-237-6128</u> Telephone No. (Include Area Code)	<u>928-636-6160</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address <u>JOE@JCRANCH AZ.COM</u>			
On Site Manager: _____			
_____ (Street)	<u>SAME AS ABOVE</u> (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address _____			

Statutory Agent: Joe CORDOVA
 (Name)
PO Box 3150 CHINO VALLEY, AZ 86323
 (Street) (City) (State) (Zip)
928-237-6128 928-636-6160
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
Attorney: N/A
 (Name)
 (Street) (City) (State) (Zip)
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)
Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|-------------------------------------------------|--------------------------------------------------------------------------------------|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---------------------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME *Appaloosa Water Company W-03443A*

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	264		264
302	Franchises	2,309		2,309
303	Land and Land Rights	3,161		3,161
304	Structures and Improvements	67,051	16,136	50,915
307	Wells and Springs	238,519	51,337	187,182
311	Pumping Equipment	94,131	42,881	51,250
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	100,438	23,010	77,428
331	Transmission and Distribution Mains	745,102	101,380	643,722
333	Services			
334	Meters and Meter Installations	15,055	2,894	12,161
335	Hydrants	48,876	16,432	32,444
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	128,025	2,561	125,464
340	Office Furniture and Equipment	1,850	740	1,110
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	12,889	2,043	10,846
	TOTALS	1,457,670	259,414	1,198,256

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Appaloosa Water Company W-03443A

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	264		
302	Franchises	2,309		
303	Land and Land Rights	3,161		
304	Structures and Improvements	67,051	3.33	2,233
307	Wells and Springs	238,519	3.33	7,943
311	Pumping Equipment	94,131	8.00	7,530
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	100,438	2.22	2,230
331	Transmission and Distribution Mains	745,102	2.00	14,903
333	Services			
334	Meters and Meter Installations	15,055	3.33	501
335	Hydrants	48,876	8.33	4,071
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	128,025	2.00	2,561
340	Office Furniture and Equipment	1,850	6.67	123
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	12,889	2.00	258
	TOTALS	1,457,670		42,353

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME Appaloosa Water Company W-03443A

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3246	\$ 15,999
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	714	
146	Notes/Receivables from Associated Companies	141,835	141,835
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	67,200	67,200
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 212,995	\$ 225,034
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,329,645	\$ 1,457,670
103	Property Held for Future Use	60,000	60,000
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(217,061)	(259,414)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,172,584	\$ 1,258,256
	TOTAL ASSETS	\$ 1,385,579	\$ 1,483,290

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Appaloosa Water Company W-03443A

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 1,426	\$ 1,108
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	41,162	
235	Customer Deposits		
236	Accrued Taxes	1,407	968
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	43,125	33,316
	TOTAL CURRENT LIABILITIES	\$ 87,120	\$ 35,392
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$ 200,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits	519,710	507,159
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 519,710	\$ 507,159
	TOTAL LIABILITIES	\$ 606,830	\$ 742,551
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,000	\$ 2,000
211	Paid in Capital in Excess of Par Value	804,471	804,471
215	Retained Earnings	(27,722)	(65,732)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 778,749	\$ 740,739
	TOTAL LIABILITIES AND CAPITAL	\$ 1,385,579	\$ 1,483,290

COMPANY NAME

Appaloosa Water Company W-03443A

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 135,842	\$ 139,353
460	Unmetered Water Revenue		
474	Other Water Revenues	465	800
	TOTAL REVENUES	\$ 136,307	\$ 131,153
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 30,039	\$ 43,654
610	Purchased Water		
615	Purchased Power	10,956	13,607
618	Chemicals		
620	Repairs and Maintenance	22,208	19,583
621	Office Supplies and Expense	4,245	7,504
630	Outside Services	26,612	14,861
635	Water Testing	2,837	4,580
641	Rents	12,000	9,000
650	Transportation Expenses		
657	Insurance – General Liability	3,762	4,829
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,995	2,959
403	Depreciation Expense	39,792	42,353
408	Taxes Other Than Income	3,824	3,774
408.11	Property Taxes	5,111	5,977
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 163,381	\$ 172,681
	OPERATING INCOME/(LOSS)	\$ (27,074)	\$ (41,528)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	2,569	59
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(3,433)	(789)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (864)	\$ (730)
	NET INCOME/(LOSS)	\$ (27,938)	\$ (42,258)

Appaloosa Water Company W-03443A

Long-Term Debt

LIAN Refinement	\$
\$ Oils NOT B44W	\$
WATEL	
\$ 9/2010	\$

\$ 4,264

\$ 8,844

COMPANY NAME	Appaloosa Water Company W-03443A
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-607204	7.5	125	666	16	6	1999
55-607203	10	175	260	12	6	2004

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	26	
7.5	1		
10	1		
100 (fire pump)	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
65,000	1	5500	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Appaloosa Water Company W-03443A
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	3589
3		
4	PVC	1657
5		
6	PVC	22,933
8	PVC	5395
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	183
3/4	
1	33
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

ARSENIC TREATMENT SYSTEM INSTALLED NEW IN 2009.
 INCLUDES 5000 GAL BACKWASH TANK.

STRUCTURES:

60X40 SLUMP BLOCK WALL W/ IRON ENTRY GATE
 38'x8' 65,000 GAL STORAGE TANK
 28X24 PUMP HOUSE FOR BOOSTER PUMPS + HYDRO TANK
 5,500 GAL HYDRO TANK
 74' SLUMP BLOCK WALL 6' HIGH
 20X40 SLUMP BLOCK BUILDING WHICH HOUSES THE ARSENIC TREATMENT
 5000 GAL BACKWASH TANK

OTHER:

350' FIRE HOSES
 PIPE WRENCHES AND MISC. TOOLS
 LADDER
 290 DEGREE BLOWOFF EXTENSION
 CHLORINATING SYSTEM (AUTOMATIC)

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Appaloosa Water Company W-03443A
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	235	925,412	925,412	0
FEBRUARY	235	890,330	890,330	
MARCH	234	1,537,660	1,537,660	
APRIL	236	1,895,310	1,895,310	
MAY	236	2,637,710	2,637,710	
JUNE	237	2,936,870	2,936,870	
JULY	234	2,750,550	2,750,550	
AUGUST	234	2,935,580	2,935,580	
SEPTEMBER	236	2,591,450	2,591,450	
OCTOBER	236	2,186,130	2,186,130	
NOVEMBER	236	1,431,248	1,431,248	
DECEMBER	237	992,892	992,892	
TOTALS →		23,711,142	23,711,142	0

What is the level of arsenic for each well on your system? 0 mg/l well #1
 (If more than one well, please list each separately.) 0 mg/l well #2

If system has fire hydrants, what is the fire flow requirement? 100 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 () Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 () Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 () Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	<i>Appaloosa Water Company W-03443A</i>
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		1	
FEBRUARY		0	
MARCH		1	
APRIL		1	
MAY		0	
JUNE		0	
JULY		0	
AUGUST		3	
SEPTEMBER		1	
OCTOBER		0	
NOVEMBER		0	
DECEMBER		2	
TOTALS →		9	

OTHER (description):

COMPANY NAME Appaloosa Water Company YEAR ENDING 12/31/2009
W-03443A

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 5,977.38

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 10 2 21 11

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>	
NAME (OWNER OR OFFICIAL) TITLE <u>Joseph Cordovana, President</u>	
COMPANY NAME <u>Appaloosa Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

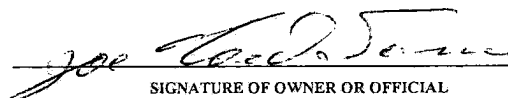
MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.




SIGNATURE OF OWNER OR OFFICIAL
928-237-6188

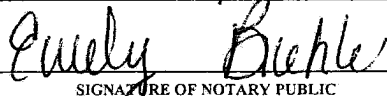
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 30 DAY OF APRIL

EMILY BUEHLER
NOTARY PUBLIC - ARIZONA
YAVAPAI COUNTY
My Commission Expires
(SEAL) March 22, 2013

COUNTY NAME <u>yavapai</u>	
MONTH <u>March</u>	YEAR <u>2010</u>



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

3/22/13

COMPANY NAME _____ YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability \$ 50.00

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3/30/2010
DATE

JOE CORDOVANA
PRINTED NAME

OWNER
TITLE

RECEIVED

APR 22 2010

AZ CORP COMM
Director Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Joseph Cordovana, President</u>
COMPANY NAME	<u>Appaloosa Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2009</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 131,153.⁰⁰

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 12,726.³⁸
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



EMILY BUEHLER
NOTARY PUBLIC - ARIZONA
YAVAPAI COUNTY
My Commission Expires
March 22, 2013

DAY OF

COUNTY NAME	<u>Yavapai</u>	
MONTH	<u>March</u>	<u>2010</u>

MY COMMISSION EXPIRES

3/22/13

Joseph Cordovana
SIGNATURE OF OWNER OR OFFICIAL
928-237-6128
TELEPHONE NUMBER

Emily Buehler
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

APR 2 2010

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>	
NAME (OWNER OR OFFICIAL) <u>Joseph Cordovana</u>	TITLE <u>President</u>
COMPANY NAME <u>Appaloosa Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 131,153.⁰⁰

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 12,726.³⁸
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Joe L. J. ...
SIGNATURE OF OWNER OR OFFICIAL
928-237-6125
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

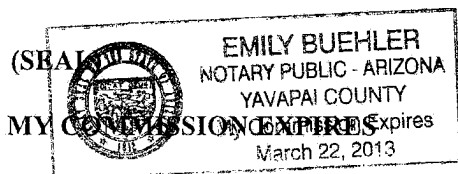
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

30

DAY OF

NOTARY PUBLIC NAME <u>Emily Buehler</u>	
COUNTY NAME <u>Yavapai</u>	
MONTH <u>March</u>	20 <u>10</u>



Emily Buehler
SIGNATURE OF NOTARY PUBLIC